

## **COUNCIL COMMUNICATION**

AGENDA TITLE: Amend Rental Agreement with U.S. Pipeline, Inc., for Property at 1314 East Lodi Avenue

MEETING DATE: September 5, 2001

PREPARED BY: Public Works Director

RECOMMENDED ACTION: That the City Council amend the rental agreement with U.S. Pipeline, Inc.,

for the City property at 1314 East Lodi Avenue.

BACKGROUND INFORMATION: On April 4, 2001, City Council approved a rental agreement with

U.S. Pipeline, Inc., for the City property at 1314 East Lodi Avenue. U.S. Pipeline is using this property for storage of construction equipment for the Lodi Gas Storage Project. The term of the

agreement was for a minimum of three months, beginning April 1, 2001.

U. S. Pipeline is now requesting to extend the lease of this two-acre site to January 1, 2002, with the option of continuing the lease after January 1, 2002, on a month-to-month basis. All other terms and conditions of the rental agreement will remain unchanged.

U.S. Pipeline is paying the City \$500 per month for the use of this property.

FUNDING: Not applicable.

Richard C. Prima, June Public Works Director

Prepared by Dennis J. Callahan, Fleet and Facilities Manager

RCP/DC/Im

cc: Electric Utility Department

Dennis Callahan, Fleet and Facilities Manager

APPROVED:

H. Dixon Flynn -- City Manager

08/21/01